

**GOVERNMENT OF ANDHRA PRADESH**  
**ABSTRACT**

Rural Development Department- APRPRP - Additional Loan of Rs. 265 Crores (SDR 42.70 Million) in Loan agreement No. 3732-I-IN from the World Bank under the new Scheme of "Back to Back transfer of funds" for APRPRP by extending the Project period up to September 2009- orders - issued.

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**PANCHAYAT RAJ & RURAL DEVELOPMENT (RD. I) DEPARTMENT**

G.O. MS. No.357

Dated:20.09.2008.

Read:

1. From the CEO, SERP, Hyderabad D.O.Lr. No. 158/FM/SERP/04,  
Dt:20.09.07.

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**ORDER:**

The State Government is implementing two large poverty reduction projects i.e. (1) Andhra Pradesh Districts Poverty Initiatives Project (APDPIP) (2) Andhra Pradesh Rural Poverty Reduction Project (APRPRP) are a World Bank assisted project. The two projects covered all the 22 districts and focused on all rural poor families in the 1097 mandals. The APDPIP which was launched in the year 2000 was completed in December 2006, with an outlay of Rs. 654.00 crores covering 9.5 lakhs poor households in 316 mandals in 6 districts. The APRPRP, which was started in 2002 with an outlay of Rs. 1486 crore covered 781 mandals in 16 Districts to benefit 20 lakh families. However on the closure of APDPIP in December 2006, APRPRP is being implemented in all the 22 Districts of APDPIP and APRPRP. Now Both the Projects put together are known since 2004 as Indira Kranthi Patham (IKP) is being implemented through Society for Elimination of Rural Poverty (SERP) at the State level and District Rural Development Agencies at the District level. The object of the IKP is to assist the poor families in rural areas of AP to come out of poverty and enhance their standards of living and quality of life.

2. To achieve the objectives, the main components of the APDPIP were Capacity Building, Community Investment Fund and Project Management.

The components of the APRPRP are Institution & Human Capital Building, Community Investment Fund, Support to Pilot Projects and Support to Disabled Programme and Project Management. In addition, the two Projects Supported the Andhra Pradesh Social Welfare Residential Educational Society (APSWREIS) to setup 88 Residential school from Main Streaming Girl Child labour.

3. Since the Project was extended its activates both in terms of Horizontal outreach and also the depth of Coverage, this has resulted in paucity of funds to meet the revised targets till the closing date of the Project i.e September 2008. In order to maintain the continuous tempo of the activities of the project, additional funds are required for APRPRP.

4. The State Government have approached the Government of India to request the World Bank for sanction of additional fund for the project cost of Rs. 329.30 crores under APRPRP, out of which the Government of A.P., will contribute Rs. 63 Crores towards the additional finance. The World Bank has approved Additional Finance of Rs. 265 Crores (SDR 42.70 Million) in Loan

[P.T.O]

agreement No.37321-I-IN and agreed for retroactive financing of 20% Rs.52.70 Crores (SDR 8.5 Millions). The World Bank have also agreed to provide loan under the new scheme of "Back to Back Transfer of Funds" for APRPRP and project closure date revised up to September 2009.

5. In the circumstances stated above, Government after careful examination of the matter hereby permit the Chief Executive Officer, Society for Elimination of Rural Poverty, Hyderabad for availing additional loan of Rs 265 crores (SDR 42.70 million) in loan agreement No. 37321-IN, from the World Bank under new scheme of " Back to Back transfer of Funds " for APRPRP by extending the project period upto September 2009 with effective from 25.01.2008

6. The Chief Executive Officer, Society for Elimination of Rural Poverty, Hyderabad is directed to ensure that the expenditure on study tours and training workshops should not exceed 20% of the loan amount.

7. This issue orders with the concurrence of Finance (Expr PR&RD) Department vide U.O. No. 25769/354/Expr PR & RD/08, Dt: 15.09.08.

8. This G.O. is available on the Internet and can be accessed at the address <http://www.rd.ap.gov.in> and <http://www.goir.ap.gov.in>.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

K. RAJU,  
PRINCIPAL SECRETARY TO GOVERNMENT (RD)

To

The Chief Executive Officer, Society for Elimination of Rural Poverty, A.P., Hyderabad,

The Joint Secretary to Govt., Department of Economic Affairs, Min.of Finance Government of India, New Delhi,

The Secretary, RD, Ministry of Rural Development, GOI, New Delhi,

Copy to:

The Principal Secretary to Government, Finance (PMU),

: Mr. Parmesh Shah, Lead Rural Development Specialist,  
Agriculture and RD, Sustainable Development Unit, the World Bank,  
New Delhi office, 70 Lodhi Estate, New Delhi – 110003.

: The Commissioner, Rural Development, A.P., Hyderabad

: The G A (Cabinet) Dept., (with U.O.Note)

: The Finance (PMU) Dept.,

: Finance (Exp PR & RD) Dept.,

//FORWARDED BY ORDER//

SECTION OFFICER